an anticipated value at or below the simplified acquisition threshold.

- (c) Use the clause at 252.247–7024, Notification of Transportation of Supplies by Sea, in all contracts for which the offeror made a negative response to the inquiry in the provision at 252.247–7022, Representation of Extent of Transportation by Sea.
- (d) Use the clause at 252.247-7025, Reflagging or Repair Work, in all time charter solicitations and contracts for the use of a vessel for the transportation of supplies, unless a waiver has been granted in accordance with 247.571(c).

[56 FR 36466, July 31, 1991, as amended at 59 FR 10580, Mar. 7, 1994; 60 FR 29501, June 5, 1995; 64 FR 2598, Jan. 15, 1999; 65 FR 14401. Mar. 16, 2000; 67 FR 38021, May 31, 2002]

# PART 249—TERMINATION OF CONTRACTS

#### Subpart 249.1—General Principles

Sec.

249.105 Duties of termination contracting officer after issuance of notice of termination

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249.7001 Congressional notification on significant contract terminations.

249.7002 [Reserved]

249.7003 Notification of anticipated contract terminations or reductions.

AUTHORITY: 41 U.S.C. 421 and 48 CFR chapter 1

SOURCE: 56 FR 36471, July 31, 1991, unless otherwise noted.

### Subpart 249.1—General Principles

249.105 Duties of termination contracting officer after issuance of notice of termination.

#### 249.105-1 Termination status reports.

Follow the procedures at PGI 249.105-1 for reporting status of termination actions.

[71 FR 27645, May 12, 2006]

#### 249.105-2 Release of excess funds.

See PGI 249.105–2 for guidance on recommending the release of excess funds.

[71 FR 27645, May 12, 2006]

#### 249.109 Settlement agreements.

## 249.109-7 Settlement by determination.

Follow the procedures at PGI 249.109-7 for settlement of a convenience termination by determination.

[71 FR 27645, May 12, 2006]

## 249.110 Settlement negotiation memorandum.

Follow the procedures at PGI 249.110 for preparation of a settlement negotiation memorandum.

[71 FR 27645, May 12, 2006]

### Subpart 249.5—Contract Termination Clauses

### 249.501 General.

#### 249.501-70 Special termination costs.

- (a) The clause at 252.249–7000, Special Termination Costs, may be used in an incrementally funded contract when its use is approved by the agency head.
  - (b) The clause is authorized when—
- (1) The contract term is 2 years or more;
- (2) The contract is estimated to require—
- (i) Total RDT&E financing in excess of \$25 million; or
- (ii) Total production investment in excess of \$100 million; and
- (3) Adequate funds are available to cover the contingent reserve liability for special termination costs.
- (c) The contractor and the contracting officer must agree upon an